

The information provided in this booklet was current as of November 28, 2017 and does not consider the effects of the Federal Tax Cuts and Jobs Act enacted by Congress in late 2017. The Nebraska Legislature is currently in session and bills have been introduced that, if enacted, will change the impact of the current federal tax law on the calculation of Nebraska tax for the 2018 tax year. As a result, the 2018 Nebraska Estimated Payment booklet will remain as a **DRAFT** until any potential Nebraska legislative action in this area has been completed.

2018

Nebraska

Individual Estimated Income Tax Payment Vouchers

Included in this Booklet:

Form 1040N-ES



Electronic payment options are available.
See instructions inside.

If your Nebraska individual income tax, after allowance of personal exemption credits, is expected to exceed withholding and other credits by \$500 or more, then estimated income tax payments may be required.

Various indexed values for the personal exemption credit, standard deduction, and other elements of the Nebraska tax calculation are included in this year's changes. You should calculate your estimated tax for 2018 in light of these changes.

Taxpayers must ensure that adequate and timely estimated payments are made to avoid underpayment of estimated income tax penalties.

**For more information or to use any of our
electronic services, go to revenue.nebraska.gov.**



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800-742-7474 (NE or IA) or 402-471-5729

Instructions

Who Must Make Estimated Income Tax Payments. Every resident and nonresident must make estimated income tax payments if their Nebraska income tax, after personal exemption credits, is expected to exceed their income tax withholding and other credits by \$500 or more. **If you are an employee with income tax being withheld from your earnings, you may ask your employer to withhold an additional amount for state income taxes, rather than make these four estimated income tax payments.**

When to Pay Your Estimated Income Tax. The first payment must be made on or before April 15, 2018, and on later dates as set out below. The estimated tax may be paid in full with the first payment, or in equal installments on or before April 15, 2018, June 15, 2018, September 15, 2018, and January 15, 2019. If the due date falls on a Saturday, Sunday, or legal holiday, taxpayers have until the next business day to make the payment.

- **Farmers and Ranchers.** If at least two-thirds of your gross income for 2017 or 2018 is derived from farming, ranching, or fishing, you may pay all of your estimated income tax on or before January 15, 2019 and still avoid a penalty for underpayment of estimated income tax. If you file your 2018 Nebraska Individual Income Tax Return, Form 1040N, on or before March 1, 2019, and pay the total income tax due at that time, you do not need to make any estimated income tax payments for 2018.
- **Fiscal Year Taxpayers.** Fiscal year taxpayers must pay their estimated income tax by the 15th day of the fourth, sixth, and ninth months of the fiscal year, and the first month of the following fiscal year. If the due date falls on a Saturday, Sunday, or legal holiday, taxpayers have until the next business day to make the payment.

How to Calculate Your Estimated Income Tax Payment. Complete the Estimated Income Tax Worksheet (Worksheet) to compute your 2018 estimated income tax. If line 18 is less than \$500, estimated income tax payments are not required, but may still be made. If 2018 federal AGI is expected to be more than \$266,700 (single), \$320,000 (married, filing jointly), \$160,000 (married, filing separately), or \$293,350 (head of household), line 11b of the worksheet must be completed. Subtract the amount of any carryover from the 2017 Form 1040N before making your payment.

Make appropriate entries in your Record of Estimated Tax Payments.

Changes in Estimated Income Tax. If your income increases during the year, you may be required to begin making estimated income tax payments, or increase the amount of your estimated income tax payments at the next due date. If you need to increase the amount of an estimated income tax payment and you have previously scheduled an electronic payment, be sure to cancel and reschedule your payment.

You may use the Amended Computation Schedule on page 5 to calculate your amended estimated income tax if your income substantially increases.

How to Pay Your Estimated Income Tax.

The Department encourages you to pay electronically using the Department's e-pay program or by credit card. When paying electronically, vouchers are not required.

If you are not making electronic payments of estimated income tax, you can download the payment vouchers from our website. When making payment by paper check, show the amended estimated income tax on line 1 of the next payment voucher filed. If making payments electronically, **do not** file a voucher to show the change.

Electronic Payment Options

Electronic Funds Withdrawal (EFW). With this payment option, you provide your payment information within your electronically-filed return. Your payment will automatically be withdrawn from your bank account on the date you specify.

Nebraska e-pay. Nebraska e-pay is the Department's web-based electronic payment system. You enter your payment and bank account information, and choose a date (up to a year in advance) to have your account debited. You will receive an email confirmation for each payment scheduled.

Credit Card. Secure credit card payments can be initiated through Official Payments at officialpayments.com; via phone at 800-272-9829 or by downloading the OPAY app from your smart phone's app store. Eligible credit cards include American Express, Discover, MasterCard, and VISA. A convenience fee (2.35% of the tax payment, \$1 minimum) is charged to the card you use. This fee is paid to the credit card vendor, not the state, and will appear on your credit card statement separately, from the tax payment. At the end of your transaction, you will be given a confirmation number. Keep this number for your records. [If you are making your credit card payment by phone, you will need to provide the Nebraska Jurisdiction Code, which is 3700.]

Check or Money Order Using the Estimated Income Tax Payment Voucher. If you are not using one of the electronic payment options described above, include a check or money order payable to the "Nebraska Department of Revenue." Checks written to the Department may be presented for payment electronically.

You must enter your Social Security number (SSN) and your spouse's SSN, if applicable, on the payment vouchers where indicated. List the names and SSNs in the same order on the voucher as you list them on your married, filing jointly return.

Overpayment Credit From 2017. If you had an overpayment on your 2017 Form 1040N, and elected to apply it to your 2018 estimated income tax, the amount of that overpayment may be applied in full, or in part, to any installment.

Taxpayers claiming an overpayment from line 43 of last year's individual income tax return, Form 1040N, should be aware that an overpayment will be applied first to offset any existing balance due from another tax year. If the Department transfers all or part of an amount requested to be carried over to next year's estimated income tax payments (current year carryover), a written notice of the offset will be issued. Please contact the Department if you are unsure of your current year carryover amount.

Joint Payments. Payments of estimated income tax may be made on a married, filing jointly basis for Nebraska income tax purposes. Married, filing jointly payments may not be made if the spouses are separated under a decree of either divorce or separate maintenance, or if they have different taxable years. If married, filing jointly payments are made, but a married, filing jointly return is not filed for the taxable year, the estimated income tax for the year may be divided between spouses.

Deceased Taxpayer. If estimated income tax payments have been made under a spouse's SSN, and this spouse dies during the year, indicate "deceased" on any e-filed return when prompted. On paper returns, write "DECEASED" at the top of the Form 1040N and give the date of death next to the SSN. Verify that the surviving spouse's name and SSN are correct on Form 1040N-ES, and indicate what SSN will be used in filing a Form 1040N-ES for the next year.

Penalty For Not Paying Enough Estimated Income Tax. A penalty is imposed for underpayment of estimated income tax installments. The penalty is not due if you qualify for any of the exceptions listed on the [Individual Underpayment of Estimated Tax, Form 2210N](#).

Each individual who has underpaid estimated income tax must file a Form 2210N with the Form 1040N. The estimated tax is underpaid if the payments (including income tax withholding) are not equal to at least:

1. 90% (66 ⅔% for those engaged in farming, ranching, and fishing) of the income tax liability for the year, after reduction by credits other than income tax withholding or estimated income tax payments; or
2. 100% of the income tax shown on the Nebraska return for the full 12-month preceding tax year, if federal AGI was \$150,000 or less; or
3. 110% (the applicable federal percentage) of the preceding year's income tax reported on a Nebraska return, if 2017 federal AGI was above \$150,000. Complete the Nebraska Individual Estimated Income Tax Worksheet on page 4. You may also owe a penalty if estimated income tax payments are not filed in a timely manner.

Exceptions to the Penalty. You do not have to pay the penalty if:

1. You had no income tax liability for 2017, you were a U.S. citizen or resident for the entire year, and your 2017 Nebraska income tax return was (or would have been had you been required to file) for a full 12 months;
2. You are a first-time filer for Nebraska income tax purposes; or
3. The total income tax shown on your 2018 Nebraska income tax return minus the amount of income tax you paid through income tax withholding is less than \$500.

Nebraska Individual Estimated Income Tax Worksheet

1	Estimated federal adjusted gross income (AGI)	1	
2	Estimated federal itemized deductions (line 29, Federal Form 1040, Schedule A) ..	2	
3	State and local income taxes (line 5, Schedule A)	3	
4	Nebraska itemized deductions (line 2 minus line 3)	4	
5	Standard deduction (enter the Nebraska standard deduction amount): Single \$6,500; Married, Filing Jointly \$13,000; Head of Household \$9,550; Married, Filing Separately \$6,500; or 65 or older and/or blind (see page 5)	5	
6	Enter the greater of line 4 or line 5	6	
7	Estimated Nebraska income before adjustments (line 1 minus line 6)	7	
8	Estimated Nebraska adjustments increasing federal AGI (including non-Nebraska state and municipal bond interest)	8	
9	Estimated Nebraska adjustments decreasing federal AGI (including federal bond interest)	9	
10	Estimated Nebraska taxable income (line 7 plus line 8, minus line 9)	10	
11	Estimated Nebraska income tax:		
a	Using the 2018 Nebraska Estimated Income Tax Rate Schedule on page 6, calculate Nebraska tax on the line 10 amount	11a	
b	If estimated federal AGI from line 1 is greater than \$266,700 (single), \$320,000 (married, filing jointly), \$160,000 (married, filing separately), or \$293,350 (head of household), use the Additional Tax Rate Schedule on page 6 to calculate the additional tax. If estimated federal AGI is less than the amounts shown enter zero on line 11b.	11b	
	Enter on line 11 the total of line 11a plus line 11b	11	
12	Estimated Nebraska other taxes (total of taxes from Federal Form 4972 and tax on early distributions; multiplied by .296)	12	
13	Total Nebraska estimated income tax (total of lines 11 and 12)	13	
14	Estimated Nebraska credits including: For full year residents – Credit for tax paid to another state and credit for qualified emergency responders. For residents and partial-year residents – Refundable and nonrefundable credits for child and dependent care expense; earned income credit; credit for the elderly or the disabled; Angel Investment tax credit; TANF credit; and School Readiness credit. For all taxpayers – Personal exemption credit; Community Development Assistance Act credit; Beginning Farmer credit; Form 3800N credit; and Financial Institution Tax credit.	14	
15	Nebraska 2018 estimated income tax (line 13 minus line 14). If zero or less, enter -0-	15	
16 a	Multiply line 15 by 90% (66 2/3% if engaged in farming or fishing)	16a	
b	Enter the tax shown on your 2017 tax return (110% of that amount if you are not engaged in farming or fishing and the AGI shown on that return is more than \$150,000 (\$75,000 if your filing status for 2018 is married, filing separately)	16b	
c	Required annual payment to avoid a penalty. Enter the smaller of line 16a or 16b	16c	
	Caution: If you do not prepay (through income tax withholding and estimated income tax payments) at least the amount on line 16c, you may owe a penalty for not paying enough estimated income tax. To avoid a penalty, make sure your estimate on line 15 is as accurate as possible. Even if you pay the required annual payment, you may still owe tax when you file your return. You must also make timely estimated payments to avoid underpayment penalties. If you prefer, you can pay the amount shown on line 15.		
17	Income tax withheld and estimated income tax to be withheld during 2018 (including income tax withholding on pensions, annuities, certain deferred income, etc.)	17	
18	Subtract line 17 from line 16c. (Note: If the result is zero or less, or line 15 minus line 17 is less than \$500, stop here. You are not required to make estimated income tax payments.)	18	
19	Computation of installments If the first installment you are required to make is due on: • April 15, 2018, enter 1/4 of the amount on line 18 here and on line 2 of Payment Vouchers 1, 2, 3, and 4; • June 15, 2018, enter 1/2 of the amount on line 18 here and on line 2 of Payment Voucher 2 (Also, enter 1/4 of the amount on line 18 and on Vouchers 3 and 4) • September 15, 2018, enter 3/4 of the amount on line 18 here and on line 2 of Payment Voucher 3 (Also, enter 1/4 of the amount on line 18 and on line 2 of Payment Voucher 4) • January 15, 2019, enter the amount on line 18 here and on line 2 of Payment Voucher 4.	19	

Retain a copy for your records. Do not file the amended computation schedule on the reverse side.

Additional Standard Deduction for Elderly and/or Blind

Your Nebraska standard deduction is increased by this amount if, at the end of 2018, you will be:

- An unmarried individual (single or head of household), and
 - 65 or older, or blind..... \$1,600
 - 65 or older **and** blind..... 3,200
- A married individual (filing jointly or separately) or a qualifying widow(er), and
 - 65 or older, or blind..... \$1,300
 - 65 or older **and** blind..... 2,600
 - Both spouses are 65 or older..... 2,600
 - And one spouse is also blind..... 3,900
 - Both spouses are blind..... 2,600
 - And one spouse is also 65 or older..... 3,900
 - Both spouses are 65 or older, and both are blind..... 5,200


If married, filing separately, these amounts apply only if you can claim an exemption for your spouse.

Amended Computation Schedule

• Use this schedule if your estimated income tax changes during the year.

1	Amended estimated income tax (enter here and on line 1 of the payment voucher)	1
2	Amount of the 2017 overpayment previously applied as a credit to 2018 estimated income tax installments	2
3	Total amount previously paid for 2018 estimated income tax installments	3
4	Line 2 plus line 3	4
5	Unpaid balance (line 1 minus line 4)	5
6	Amount to be paid (line 5 divided by number of remaining payments). Enter here and on line 2 of the payment voucher.....	6

Record of Estimated Income Tax Payments

Payment Number	Installment Date	(A) Date Filed	(B) Amount Paid	(C) 2017 Overpayment	(D) Total Amount Paid and Credited (Column B plus Column C)
1	April 15, 2018				
2	June 15, 2018				
3	September 15, 2018				
4	January 15, 2019				
Claim this amount on your 2018 Nebraska Individual Income Tax Return, Form 1040N. 					TOTAL

Note: If you are not required to make an estimated income tax payment on the first installment date, you may still have to make a payment at a later date. See instruction titled "Changes in Estimated Tax."

2018 Nebraska Estimated Income Tax Rate Schedule

Use this rate schedule only for computing 2018 estimated income tax.

Do not use it to compute an amount for any tax returns.

Enter the tax calculated from this schedule on line 11a of the

Nebraska Individual Estimated Income Tax Worksheet on page 4 of this booklet.

Include \$134 for each federal personal exemption allowed on line 14 of the Nebraska Individual Estimated Income Tax Worksheet on page 4 of this booklet.						
Single Taxpayer				Head of Household		
If line 10, Form 1040N-ES Worksheet is:		The Nebraska estimated tax is:		If line 10, Form 1040N-ES Worksheet is:		The Nebraska estimated tax is:
over—	but not over			over—	but not over	
\$ 0	\$ 3,150		2.46% of the income	\$ 0	\$ 5,870	2.46% of the income
3,150	18,880	\$ 77.49	+ 3.51% of the excess over \$ 3,150	5,870	30,210	\$ 144.40 + 3.51% of the excess over \$ 5,870
18,880	30,420	629.61	+ 5.01% of the excess over \$18,880	30,210	45,110	998.73 + 5.01% of the excess over \$30,210
30,420	—	1,207.76	+ 6.84% of the excess over \$30,420	45,110	—	1,745.22 + 6.84% of the excess over \$45,110
Married, Filing Jointly and Surviving Spouses				Married, Filing Separately		
If line 10, Form 1040N-ES Worksheet is:		The Nebraska estimated tax is:		If line 10, Form 1040N-ES Worksheet is:		The Nebraska estimated tax is:
over—	but not over			over—	but not over	
\$ 0	\$ 6,290		2.46% of the income	\$ 0	\$ 3,150	2.46% of the income
6,290	37,760	\$ 154.73	+ 3.51% of the excess over \$ 6,290	3,150	18,880	\$ 77.49 + 3.51% of the excess over \$ 3,150
37,760	60,840	1,259.33	+ 5.01% of the excess over \$37,760	18,880	30,420	629.61 + 5.01% of the excess over \$18,880
60,840	—	2,415.64	+ 6.84% of the excess over \$60,840	30,420	—	1,207.76 + 6.84% of the excess over \$30,420

2018 Nebraska Additional Tax Rate Schedule

Enter the additional tax calculated from this schedule on line 11b of the Nebraska Individual Estimated Income Tax Worksheet on page 4 of this booklet.

Single Taxpayer					
If AGI is:		The tax to add is:			
over –	but not over				
\$266,700	\$298,200		0.438% (.00438)		of AGI above 266,700
298,200	455,500	\$ 137.97 +	0.333% (.00333)		of the excess over \$298,200
455,500	570,900	661.78 +	0.183% (.00183)		of the excess over \$455,500
570,900	—	872.96			
Married, Filing Jointly and Surviving Spouses					
If AGI is:		The tax to add is:			
over –	but not over				
\$320,000	\$382,900		0.438% (.00438)		of AGI above \$320,000
382,900	697,600	\$ 275.50 +	0.333% (.00333)		of the excess over \$382,900
697,600	928,400	1,323.45 +	0.183% (.00183)		of the excess over \$697,600
928,400	—	1,745.81			
Married, Filing Separately					
If AGI is:		The tax to add is:			
over –	but not over				
\$160,000	\$191,500		0.438% (.00438)		of AGI above \$160,000
191,500	348,800	\$ 137.97 +	0.333% (.00333)		of the excess over \$191,500
348,800	464,200	661.78 +	0.183% (.00183)		of the excess over \$348,800
464,200	—	872.96			
Head of Household					
If AGI is:		The tax to add is:			
over –	but not over				
\$293,350	\$352,050		0.438% (.00438)		of AGI above \$293,350
352,050	595,450	257.11 +	0.333% (.00333)		of the excess over \$352,050
595,450	744,450	1,067.63 +	0.183% (.00183)		of the excess over \$595,450
744,450	—	1,340.30			

Special Instructions

If Estimated Nebraska Taxable Income, line 10, Nebraska Individual Estimated Income Tax Worksheet, is less than \$60,840, then perform the following steps:

Step 1. Subtract the AGI threshold amount for the appropriate filing status from Federal AGI.

Step 2. Multiply this amount by 10% (.10).

Step 3. Compare the Step 2 result to Estimated Nebraska Taxable Income, line 10, Nebraska Individual Estimated Income Tax Worksheet.

- If line 10 is less than the Step 2 result, go to Step 4.
- If line 10 is more than the Step 2 result, then use the Additional Tax Rate Schedule above to compute the Nebraska income tax, line 11b, Nebraska Individual Estimated Income Tax Worksheet. (Do not proceed to Step 4.)

Step 4. Multiply the line 14 amount by 6.84% (.0684) and enter the result on line 11 of the Nebraska Individual Estimated Income Tax Worksheet.

Nebraska Individual Estimated Income Tax

FORM 1040N-ES

2018

Payment Voucher

1 Amount of this payment (net of the calculated payment and any 2017 overpayment applied to 2018's estimated income tax installments)

1

Name that will be Shown First on your Income Tax Return Last Name

If a Joint Return, Spouse's First Name and Initial

Last Name

Current Mailing Address (Number and Street or PO Box)

City

State

Zip Code

1 This installment is due on or before
April 15, 2018.

Important: Social Security numbers must be entered below.

First Social Security Number on your Income Tax Return

Spouse's Social Security Number

- File only if you are making a payment of estimated income tax by check or money order.
- Fiscal year taxpayers—see instructions.

[Consider paying electronically.](#) Otherwise, mail this voucher and your check or money order to:

Nebraska Department of Revenue, PO Box 98911, Lincoln, NE 68509-8911.

8-014-2017

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Nebraska Individual Estimated Income Tax

FORM 1040N-ES

2018

Payment Voucher

1 Amount of this payment (net of the calculated payment and any 2017 overpayment applied to 2018's estimated income tax installments)

1

Name that will be Shown First on your Income Tax Return Last Name

If a Joint Return, Spouse's First Name and Initial

Last Name

Current Mailing Address (Number and Street or PO Box)

City

State

Zip Code

2 This installment is due on or before
June 15, 2018.

Important: Social Security numbers must be entered below.

First Social Security Number on your Income Tax Return

Spouse's Social Security Number

- File only if you are making a payment of estimated income tax by check or money order.
- Fiscal year taxpayers—see instructions.
- If your estimated tax needs to be amended, use the Amended Computation Schedule.

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Nebraska Individual Estimated Income Tax

FORM 1040N-ES

2018

Payment Voucher

1 Amount of this payment (net of the calculated payment and any 2017 overpayment applied to 2018's estimated income tax installments)

1

Name that will be Shown First on your Income Tax Return Last Name

If a Joint Return, Spouse's First Name and Initial

Last Name

Current Mailing Address (Number and Street or PO Box)

City

State

Zip Code

3 This installment is due on or before
September 15, 2018.

Important: Social Security numbers must be entered below.

First Social Security Number on your Income Tax Return

Spouse's Social Security Number

- File only if you are making a payment of estimated income tax by check or money order.
- Fiscal year taxpayers—see instructions.
- If your estimated tax needs to be amended, use the Amended Computation Schedule.

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Nebraska Individual Estimated Income Tax

Payment Voucher

FORM 1040N-ES
2018

1 Amount of this payment (net of the calculated payment and any 2017 overpayment applied to 2018's estimated income tax installments)

1

Name that will be Shown First on your Income Tax Return Last Name

If a Joint Return, Spouse's First Name and Initial

Last Name

Current Mailing Address (Number and Street or PO Box)

City

State

Zip Code

4 This installment is due on or before
January 15, 2019.

Important: Social Security numbers must be entered below.

First Social Security Number on your Income Tax Return

Spouse's Social Security Number

- File only if you are making a payment of estimated income tax by check or money order.
- Fiscal year taxpayers—see instructions.
- If your estimated tax needs to be amended, use the Amended Computation Schedule.

[Consider paying electronically.](#) Otherwise, mail this voucher and your check or money order to:

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Nebraska Department of Revenue, PO Box 98911, Lincoln, NE 68509-8911.

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